

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2002

	December-02				September-02				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Fiscal YTD	FY02	Ended	Ended
				Net ROR				Net ROR	Net ROR	Net ROR	6/30/2002	6/30/2002
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
<i>AllianceBernstein</i>	218,475	2.2%	2.6%	3.03%	209,026	2.2%	2.6%	-13.56%	-10.94%	-28.98%	-16.11%	N/A
<i>Russell 1000 Growth</i>				7.15%				-15.05%	-8.98%	-26.49%	-16.15%	N/A
<i>Structured Value</i>												
<i>LSV</i>	510,993	5.1%	5.1%	6.44%	473,090	4.9%	5.1%	-18.29%	-13.03%	2.72%	5.54%	N/A
<i>Russell 1000 Value</i>				9.22%				-18.77%	-11.28%	-8.96%	-4.87%	N/A
<i>Enhanced Russell 1000 Index</i>												
<i>LA Capital (Wilshire)</i>	486,677	4.8%	5.1%	6.92%	448,781	4.7%	5.1%	-16.27%	-10.48%	-17.00%	N/A	N/A
<i>Russell 1000</i>				8.16%				-16.91%	-10.13%	-17.89%	N/A	N/A
<i>Enhanced S&P 500 Index</i>												
<i>Northern Trust</i>	475,644	4.7%	5.1%	8.10%	433,772	4.5%	5.1%	-16.71%	-9.96%	-16.98%	N/A	N/A
<i>Strong</i>	481,321	4.8%	5.1%	10.08%	430,980	4.5%	5.1%	-16.75%	-8.35%	-20.23%	N/A	N/A
<i>Westridge</i>	591,988	5.9%	5.1%	8.52%	539,941	5.6%	5.1%	-17.19%	-10.13%	-17.54%	N/A	N/A
<i>Total Enhanced S&P 500 Index</i>	1,548,953	15.4%	15.4%	8.87%	1,404,693	14.7%	15.4%	-16.88%	-9.50%	-18.23%	N/A	N/A
<i>S&P 500</i>				8.44%				-17.28%	-10.30%	-17.98%	N/A	N/A
<i>S&P 500 Index</i>												
<i>State Street</i>	567,215	5.6%	6.0%	8.45%	489,269	5.1%	6.0%	-17.26%	-10.27%	-17.96%	-9.14%	3.67%
<i>S&P 500</i>				8.44%				-17.28%	-10.30%	-17.98%	-9.18%	3.67%
TOTAL LARGE CAP DOMESTIC EQUITY	3,332,313	33.2%	34.3%	7.69%	3,024,858	31.6%	34.3%	-16.78%	-10.38%	-17.13%	-9.48%	2.68%
<i>S&P 500</i>				8.44%				-17.28%	-10.30%	-17.98%	-9.18%	3.67%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
<i>SEI</i>	970,351	9.7%	10.7%	5.19%	922,725	9.6%	10.7%	-19.10%	-14.90%	-11.87%	N/A	N/A
<i>Russell 2000 + 200bp</i>				6.66%				-20.90%	-15.63%	-6.68%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	970,351	9.7%	10.7%	5.19%	922,725	9.6%	10.7%	-19.10%	-14.90%	-11.87%	1.18%	1.95%
<i>Russell 2000</i>				6.16%				-21.40%	-16.56%	-8.59%	1.67%	4.44%
INTERNATIONAL EQUITY												
<i>Large Cap - Core</i>												
<i>State Street</i>	103,595	1.0%	1.1%	4.11%	83,560	0.9%	1.1%	-19.99%	-16.70%	-11.74%	-6.76%	-2.26%
<i>MSCI EAFE - 50% Hedged</i>				4.04%				-20.02%	-16.79%	-14.62%	-5.75%	0.27%
<i>Large Cap - Active</i>												
<i>Capital Guardian</i>	265,555	2.6%	2.8%	7.35%	217,879	2.3%	2.8%	-21.50%	-15.72%	-13.17%	-1.00%	5.76%
<i>Bank of Ireland</i>	54,178	0.5%	0.6%	7.13%	47,141	0.5%	0.6%	-21.60%	-16.01%	N/A	N/A	N/A
<i>Total Large Cap - Active</i>	319,732	3.2%	3.3%	7.31%	265,020	2.8%	3.3%	-21.51%	-15.77%	-12.19%	-0.63%	6.00%
<i>MSCI EAFE - 50% Hedged</i>				4.04%				-20.02%	-16.79%	-14.62%	-5.75%	0.27%
<i>Small Cap - Active</i>												
<i>Lazard</i>	58,064	0.6%	0.6%	3.95%	52,841	0.6%	0.6%	-17.39%	-14.12%	N/A	N/A	N/A
<i>Wellington</i>	57,961	0.6%	0.6%	7.10%	50,679	0.5%	0.6%	-17.35%	-11.48%	N/A	N/A	N/A
<i>Total Small Cap - Active</i>	116,025	1.2%	1.1%	5.49%	103,520	1.1%	1.1%	-17.37%	-12.83%	N/A	N/A	N/A
<i>SSB BROAD MARKET INDEX < \$2BN</i>				1.85%				-15.30%	-13.74%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	539,352	5.4%	5.5%	6.24%	452,099	4.7%	5.5%	-20.31%	-15.34%	-10.49%	-2.94%	2.40%
<i>MSCI EAFE - 50% Hedged</i>				4.04%				-20.02%	-16.79%	-14.62%	-5.75%	0.27%
EMERGING MARKETS EQUITY												
<i>Capital Guardian</i>	190,378	1.9%	2.0%	11.72%	170,414	1.8%	2.0%	-16.68%	-6.91%	-5.69%	-5.69%	-6.04%
<i>MSCI Emerging Markets Free</i>				10.04%				-16.30%	-7.90%	1.30%	-6.34%	-8.42%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
<i>Western Asset</i>	490,859	4.9%	4.5%	2.49%	529,988	5.5%	4.6%	3.66%	6.24%	8.87%	8.93%	8.26%
<i>Lehman Aggregate</i>				1.57%				4.58%	6.22%	8.62%	8.10%	7.57%
<i>Active Duration</i>												
<i>Criterion</i>	489,559	4.9%	4.5%	2.69%	522,381	5.5%	4.6%	2.57%	5.34%	6.00%	7.60%	7.09%
<i>Lehman Aggregate</i>				1.57%				4.58%	6.22%	8.62%	8.10%	7.57%

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				Net ROR				Net ROR	Net ROR	Net ROR	6/30/2002	6/30/2002
											Net	Net
Index												
Bank of ND	584,955	5.8%	6.3%	1.40%	630,199	6.6%	6.2%	5.96%	7.44%	9.56%	8.03%	7.55%
Bank of ND Match Loan CD Program	123,116	1.2%	1.2%	1.43%	122,869	1.3%	1.3%	1.44%	2.90%	5.79%	5.86%	5.90%
Total Index	708,071	7.0%	7.5%	1.38%	753,068	7.9%	7.5%	4.78%	6.23%	9.68%	7.81%	7.47%
<i>Lehman Gov/Credit</i>				1.73%				5.70%	7.52%	8.24%	7.85%	7.47%
Convertibles												
TCW	495,377	4.9%	4.5%	8.32%	469,167	4.9%	4.6%	-9.90%	-2.41%	-21.20%	-2.06%	N/A
<i>First Boston Convertible Index</i>				9.83%				-8.56%	0.43%	-12.44%	0.11%	N/A
BBB Average Quality												
Strong	498,785	5.0%	4.5%	4.11%	517,639	5.4%	4.6%	0.39%	4.51%	3.16%	6.83%	N/A
<i>Lehman BBB</i>				4.59%				2.70%	7.42%	5.85%	4.75%	N/A
Timberland												
Evergreen (Wachovia)	440,777	4.4%	4.4%	3.15%	376,236	3.9%	3.9%	-0.22%	2.92%	N/A	N/A	N/A
										N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	3,123,428	31.1%	30.0%	3.36%	3,168,478	33.1%	30.0%	0.71%	4.10%	2.56%	6.70%	6.56%
<i>Lehman Aggregate</i>				1.57%				4.58%	6.22%	8.62%	8.10%	7.57%
HIGH YIELD BONDS												
Western Asset	511,276	5.1%	5.0%	7.64%	474,991	5.0%	5.0%	-3.24%	4.15%	-6.08%	-3.89%	4.16%
<i>Lehman High Yield Bond Index</i>				6.74%				-2.93%	3.61%	-3.60%	-2.31%	0.68%
INTERNATIONAL FIXED INCOME												
International Core												
UBS Global (Brinson)	497,032	4.9%	4.5%	6.06%	468,279	4.9%	4.5%	2.39%	8.60%	16.83%	2.39%	2.43%
<i>Salomon Brothers Non-US Gov't Bond Index</i>				6.06%				2.84%	9.08%	15.72%	3.14%	3.03%
REAL ESTATE												
J.P. Morgan	571,063	5.7%	5.0%	1.90%	560,412			1.64%	3.58%	4.10%	9.60%	11.72%
<i>NCREIF TOTAL INDEX</i>				1.67%				1.65%	3.34%	6.79%	9.41%	11.96%
ALTERNATIVE INVESTMENTS												
Coral Partners V	63,632			-7.89%	58,379			-17.47%	-23.98%	-46.32%	-3.46%	N/A
Coral Partners V - Supplemental	3,933			-11.88%	4,077			-14.17%	-24.37%	N/A	N/A	N/A
Coral Partners VI	4,621			-21.31%	3,377			N/A	N/A	N/A	N/A	N/A
Brinson 1998 Partnership Fund	11,617			-7.89%	11,920			-3.97%	-11.55%	-15.23%	8.66%	N/A
Brinson 1999 Partnership Fund	14,744			-6.50%	13,470			-4.67%	-10.86%	-21.70%	-0.85%	N/A
Brinson 2000 Partnership Fund	21,416			-1.66%	17,623			-6.93%	-8.48%	-14.95%	N/A	N/A
Brinson 2001 Partnership Fund	6,052			-1.33%	5,652			-1.08%	-2.40%	-6.22%	N/A	N/A
Brinson 2002 Partnership Fund	4,058			-2.74%	3,811			0.15%	-2.59%	N/A	N/A	N/A
Total Brinson Partnership Funds	57,887			1.14%	52,477			-4.85%	-3.77%	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	7,317			-2.36%	6,331			12.07%	9.43%	-7.68%	-3.51%	N/A
Brinson 2000 Non-US Partnership Fund	6,187			-0.81%	5,036			7.00%	6.13%	-6.51%	N/A	N/A
Brinson 2001 Non-US Partnership Fund	2,669			-1.54%	2,476			-1.47%	-2.99%	-4.85%	N/A	N/A
Brinson 2002 Non-US Partnership Fund	5,503			-0.33%	1,934			N/A	N/A	N/A	N/A	N/A
Total Brinson Non-US Partnership Fund	21,675			-1.48%	15,777			6.90%	5.32%	N/A	N/A	N/A
Brinson BVCF IV	37,995			-9.29%	38,256			-2.76%	-11.79%	-29.16%	-17.06%	N/A
Matlin Patterson Global Opportunities	62,857			0.00%	50,655			N/A	N/A	N/A	N/A	N/A
InvestAmerica	5,218			3.02%	5,066			31.25%	35.21%	N/A	N/A	N/A
Hearthstone	24,952			3.48%	26,404			11.34%	15.21%	4.99%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS	282,771	2.8%	3.0%	-3.09%	254,466	2.7%	3.0%	-7.04%	-9.92%	-28.73%	-4.08%	N/A
<i>Post Venture Capital Index</i>				15.43%				-22.64%	-10.71%	-44.30%	-26.03%	-6.83%
CASH EQUIVALENTS												
Northern Trust STIF/STEP	32,337	0.3%	0.0%	0.42%	70,446	0.7%	0.0%	0.68%	1.11%	2.29%	4.72%	5.01%
<i>90 Day T-Bill</i>				0.43%				0.45%	0.88%	2.63%	4.67%	4.84%
TOTAL FUND	10,050,303	100.00%	100.00%	4.99%	9,567,169	100.00%	100.00%	-9.04%	-4.51%	-7.26%	-0.79%	4.52%
POLICY TARGET BENCHMARK				5.77%				-9.22%	-3.98%	-5.38%	-0.77%	5.32%

NOTE: Monthly returns and market values are preliminary and subject to change.